

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 1732 - SB 2696

February 16, 2018

SUMMARY OF BILL: Authorizes the Department of Transportation (TDOT) to transfer its interest in right-of-way property initially appraised by TDOT at \$10,000 or less to a legal governmental entity at the appraised value without further appraisal or approval.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Tenn. Code Ann. § 12-2-112(a)(8)(C)(ii), if TDOT's preliminary planning estimate of the fair market value of the property is \$10,000 or less, the property is required to be appraised by an appraiser on staff with TDOT at no cost to the prospective purchaser.
- Pursuant to Tenn. Code Ann. § 12-2-112(9), if property acquired by TDOT for a right-of-way through the exercise of eminent domain or otherwise is determined by the Commissioner of TDOT to be no longer needed by TDOT, and the excess property is not transferred to another state agency or conveyed to some other legal governmental body as provided in this section, and the excess property is not disposed of, the excess property shall be disposed of by the Department of General Services.
- Based on the information provided by TDOT, authorizing TDOT to transfer its interest in right-of-way property that is initially appraised by TDOT at \$10,000 or less to a legal governmental entity at the appraised value without further appraisal or approval will not have any significant impact on TDOT or its operations.
- Proceeds resulting from right-of-way property transfers accrue to TDOT under current law; they will continue to do so under the provisions of this legislation.
- Any fiscal impact to state or local government is estimated to be not significant.

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in dark ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

/rbp